STATE OF VERMONT PUBLIC SERVICE BOARD

Docket No. 7800

Petition of Vermont Gas Systems, Inc.)
for approval of a fuel gross receipts tax)
rebate under 33 V.S.A. Section 2503(e))

Order entered: 10/26/2011

I. Introduction & Procedural History

On August 12, 2011, Vermont Gas Systems, Inc. ("VGS"), filed a petition ("Petition") with the Public Service Board ("Board") requesting approval for a rebate of \$63,527.05 from the Weatherization Trust Fund pursuant to 33 V.S.A. § 2503. On October 14, 2011, a stipulation ("Stipulation") signed by the Vermont Department of Public Service ("DPS"), the Vermont State Office of Economic Opportunity ("SOEO"), and VGS was filed with the Board. The parties to the Stipulation agree that the Board should approve a rebate to VGS for expenditures in the amount of \$63,527.05. In addition, the parties waive their rights to a hearing and to comment on the Proposal for Decision pursuant to 3 V.S.A. § 811.

For the reasons discussed below, I recommend that the Board accept the parties' Stipulation and approve a rebate of \$63,527.05 from the Weatherization Trust Fund to VGS.

I present the following Findings of Fact to the Board in accordance with 30 V.S.A. § 8.

II. FINDINGS OF FACT

- 1. On August 12, 2011, VGS filed a Petition with the Board for approval of a fuel gross receipts tax rebate of \$63,527.05 pursuant to 33 V.S.A. § 2503(e). Petition at 1.
- 2. On October 14, 2011, a Stipulation among the DPS, SOEO, and VGS was filed with the Board. The parties to the Stipulation agree that the Board may approve a rebate to VGS for expenditures in the amount of \$63,527.05. Stipulation at 1.
- 3. VGS's rebate request is to recover expenditures paid during the 2011 fiscal year (ending June 30, 2011). Petition at 1.
- 4. VGS's rebate request is for expenditures made pursuant to a negotiated "piggyback" agreement with SOEO, under which energy efficiency services were provided by VGS through

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Champlain Valley Weatherization Services. Petition at 1.

5. The energy efficiency services were provided to 119 low income housing units at or below the 150 percent Federal poverty standard, as part of basic weatherization services following a comprehensive energy audit and workplan. Stipulation at 1; Petition at 1-2.

- 6. VGS agrees to continue to work with SOEO to improve the penetration of services to low-income households and to ensure that those services are as comprehensive as possible. Stipulation at 1.
- 7. VGS's expenditures of \$63,527.05 satisfy the statutory prerequisites for a fuel gross receipts tax rebate. Stipulation at 1-2.

III. DISCUSSION AND CONCLUSIONS

The parties all agree that \$63,527.05 is the appropriate amount for a rebate from the Weatherization Trust Fund for VGS's 2011 fiscal year expenditures. I recommend that the Board approve this settlement for the following reasons.

Pursuant to 33 V.S.A. 2503(e) the Board "shall authorize rebates equal to the expenditures undertaken by the regulated utilities provided that such expenditures were prudently incurred and cost-effective, that they provided weatherization services following a comprehensive energy audit and work plan, . . . and that they were targeted to households at or below 150 percent of the federally-established poverty guidelines."

In this case, the Petition and Stipulation provide a description of the specific projects and measures installed that form the basis of VGS's request. Low-income status was verified and measures were installed after comprehensive energy audits. These details provide significant assurance that statutory requirements have been met.

Thus, I conclude that VGS has expended at least \$63,527.05 for the provision of energy efficiency services to low-income residents that "meet the goals of the weatherization program." 33 V.S.A. § 2503(e). I recommend that the Board accept the parties' Stipulation and approve a rebate from the Weatherization Trust Fund for VGS of \$63,527.05.

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DATED at Montpelier, Vermont, this <u>26th</u>	_ day of <u>October</u> , 2011.
_	s/Gregg C. Faber
· ·	Gregg C. Faber
	Hearing Officer

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IV. ORDER

IT IS HEREBY ORDERED, ADJUDGED, AND DECREED by the Public Service Board of the State of Vermont that:

- 1. The Hearing Officer's findings, conclusions, and recommendations are adopted.
- 2. We accept the parties' Stipulation and approve VGS's request for a fuel gross receipts tax rebate from the Weatherization Trust Fund for fiscal year 2011 expenditures in the amount of \$63,527.05.

DATED at Montpelier, Vermont, this 26th day of October , 2011.

s/James Volz)
) Public Service
s/David C. Coen)) Board
)) of Vermont
s/John D. Burke)

OFFICE OF THE CLERK

FILED: October 26, 2011

Attest: s/Judith C. Whitney

Deputy Clerk of the Board

Notice to Readers: This decision is subject to revision of technical errors. Readers are requested to notify the Clerk of the Board (by e-mail, telephone, or in writing) of any apparent errors, in order that any necessary corrections may be made. (E-mail address: psb.clerk@state.vt.us)

Appeal of this decision to the Supreme Court of Vermont must be filed with the Clerk of the Board within thirty days. Appeal will not stay the effect of this Order, absent further Order by this Board or appropriate action by the Supreme Court of Vermont. Motions for reconsideration or stay, if any, must be filed with the Clerk of the Board within ten days of the date of this decision and order.